GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

"Investigation, survey, preparation of Designs & Drawings and L.P. Schedules etc., (Balance) and (1) Construction of Earth Dam Gaps I & III, Earth cum Rock Fill Dam for Gap-II, Spill Channel, Approach channel and Pilot channel (2) Construction of Spillway with crest level + 25.72 and (3) Excavation of foundations of 960 MW Hydro Electric Power House, Approach channel, Intake structure, Tail race pool Tail race channel etc., of Polavaram Irrigation Project on EPC Turn Key including O&M" entrusted to M/s Transstroy – JSC – UES (JV) – Proposals to expedite progress to achieve the targeted mile stone programme – Orders- Issued.

Water Resources (Proj.I) DEPARTMENT

G.O.MS.No. 13 **Dated: 25-01-2016**

Read the following:

1) From the ENC, PIP, Dowlaiswaram, Lr. No. ENC/PIP/DCE-1/OT-3/AEE2/F20. Vol.E, dated.03.10.2015.
2) Govt Memo.No. 61844/Proj.I.A1/2015, dated. 07-11-2015.

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In continuation of Govt., Memo 2nd read above, Government after careful consideration hereby inform the Engineer-in-Chief, Polavaram Irrigation Project to expedite the progress on Head Works of Polavaram Irrigation Project on the lines discussed in the Cabinet Meeting held on 10.10.2015 @ Vijayawada, Krishna District and approved the proposals as detailed below:

a) In the event that M/s – Transstroy – JSC – UES, the (JV) plans to bring on board certain specialized agencies / subcontractors for supporting the Project execution with their technical expertise & mobilization of resources, these specialized agencies / sub- contractors would be brought in by M/s Transstory as per the terms and conditions of the Clause No.5 and clause 6 of the GCC of the executed Contract Agreement which shall be done before supplementary agreement for revised cost with revised milestones and other conditionality are signed between the project authority and the agency.

b) Since these sub-contractors would serve to further strengthen the project execution team and help in expediting works, it is proposed that the WRD, Govt., of A.P. enable onboarding of the sub- contractors for Project Execution following due procedure as laid down in the agreement. A supplemental agreement with relevant safeguards may be signed to formally bring in these sub contractors and bind them onto a single common mission of completion of the Project within the stipulated time period as per a pre-agreed milestone schedule.

c) Amount for balance quantity revised for current year (2015-16) for the contract No.01/2012-13, dated.02.03.29013 is Rs.6961.70 Crores. Existing ECV with M/s Transstroy – JSC EC UES (JV) shall be revised accordingly duly applying tender discount and entering into supplementary agreement duly applying additional conditions for timely completion of work including entering into Escrow arrangement.

d) Modification of Price Variation Clause for the Contract No.01/2012-13, dated.02.03.2013 to include machinery and other materials except the material already included in the agreement.

e) On boarding of Sub-contractors by Project authorities for Project Execution under clause 60 (c) and signing a supplementary agreement under the purview of the Contract No.01/2012-13, dated.02.03.2013.

P.T.O.

f) Establishing an escrow account mechanism with a proper agreement involving financial institutions, all the contracting parties (including sub-contractors) and the Govt., of A.P.

g) Appointing Owner's Engineer (PMC), setting up an independent PMP with IT enabled framework for working towards the broad milestone plan.

2. The Engineer-in-Chief, Polavaram Irrigation Project shall take necessary follow up action and furnish the proposals to the Government wherever specific orders are required.

3. The Engineer-in-Chief, Polavaram Irrigation Project shall consult Consultant of the WRD KPMG for formulating of Supplementary agreement: escrow account mechanism and PMC while pushing such proposals to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

ADITYA NATH DAS
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Engineer-in-Chief. Polavaram Irrigation Project, Dowlaiswaram
Copy To:
The P.S to Spl. Secretary to C.M
The P.S to Hon'ble Minister (WRD)
The P.S to Prl. Secretary to Govt (WRD)
The P.S to Prl. Secretary, Finance Department
SF/SC

//FORWARDED::BY ORDER//

SECTION OFFICER